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BEFORE THE ARIZONA CORPORATION CUMMISSION

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BOB STUMP - Chairman GARY PIERCE BRENDA BURNS

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Arizona Corporation Commission

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PAC-WEST TELECOMM, INC.

SUSAN BITTER SMITH

Complainant

vs.

QWEST CORPORATION,

Respondent

LEVEL 3 COMMUNICATIONS, LLC

Complainant,

vs. QWEST CORPORATION

Respondent.

DOCKET NO. T-01051B-05-0495 DOCKET NO. T-03693A-05-0495

DOCKET NO. T-03654A-05-0415 DOCEKT NO. T-01051B-05-0415

PROCEDURAL ORDER

(SEVERING CONSOLIDATION AND DISMISSING LEVEL 3 MATTER)

BY THE COMMISSION:

By Procedural Order entered August 23, 2010, the Arizona Corporation Commission ("Commission") consolidated Docket 05-0495, the Pac-West Telecomm, Inc. ("Pac-West") complaint against Qwest Corporation (now Qwest Corporation d/b/a CenturyLink QC ("CenturyLink")) ("Pac-West Complaint") and Docket 05-0415, a similar complaint filed by Level 3 Communications, LLC ("Level 3") against Qwest Corporation ("Level 3 Complaint"). ¹

On February 11, 2013, Centurylink and Level 3 filed a Joint Notice of Settlement and Joint Motion to Sever the Consolidated Dockets. They also seek to dismiss the Level 3 Complaint.

¹ Both dockets involve appeals of Commission decisions that were remanded to the Commission by the Federal District Court of Arizona.

² In the Matter of the Level 3 Communications, LLC's Petition for Arbitration Pursuant to Section 252(b) of the Communications Act of 1934, Docket Nos. T-01051B-05-0350, T-03654A-05-0350. See Decision Nos. 68817 (June 29, 2006) and 69176 (December 5, 2006).

³ See Decision No. 72232 at 53.

CenturyLink and Level 3 state that they entered into a Settlement Agreement on January 29, 2013, that resolved all of the issues in dispute in the Level 3 Complaint, as well as other business disputes which were not before the Commission.

The Level 3 Complaint involved disputes over intercarrier compensation for VNXX traffic under the interconnection agreement ("ICA") that was in effect during the relevant time period. The ICA that was the foundation of the Level 3 Complaint has been replaced by a subsequent agreement that was arbitrated by the Commission.² CenturyLink and Level 3 state that their Settlement Agreement resolves the VNXX compensation dispute for the period of time when the previous ICA was in effect, and that today VNXX compensation is covered by the terms of the subsequent and current ICA.

Level 3 and CenturyLink state that the Settlement Agreement satisfies their interests by settling protracted and costly litigation; satisfies the public interest by freeing Commission resources to address other regulatory issues; and does not alter the Commission's arbitration decision for VNXX traffic or the current ICA resulting from that decision.

In Decision No. 72232 (March 9, 2011), in which the Commission approved the merger of CenturyLink and Qwest, one of the conditions of that matter was that CenturyLink would evaluate and make a good faith attempt to resolve a number of cases then pending before the Commission in order to avoid further litigation. The Level 3 Complaint was one of those dockets.³ Neither Staff nor Pac-West oppose the Motion, and severing the Level 3 Complaint from the Pac-West Complaint will have no effect on the Pac-West matter. Severing the dockets and dismissing the Level 3 Complaint is in the public interest.

IT IS THEREFORE ORDERED that Docket Nos. T-03654A-05-0415 and T-01051B-05-0415 are severed from Docket Nos. T-01051B-05-0495 and T-03693A-05-0495.

1	IT IS FURTHER ORDERED that Docket Nos. T-03654A-05-0415 and T-01051B-05-0415	
2	are hereby dismissed with the parties to bear their own costs, and that Docket Nos. T-03654A-05-	
3	0415 and T-01051B-05-0415 are to be administratively closed.	
4	Dated this <u>//eth</u> day of April, 2013	
5	9.	10.
6	JANE I	M. Jodda L. RODDA
7		NISTRATIVE LAW JUDGE
8	Copies of the foregoing mailed/delivered this/ day of April, 2013 to:	
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